

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of Edwards and Harding Petroleum Company
for Exception to Statewide Spacing on
Well Number EH-65 in the
Willis Magisterial District of Dickenson County, Virginia

THIS CAUSE came on this 22nd day of January, 1991, upon application of Edwards and Harding Petroleum Company to allow a variance from state wide spacing requirements for Well Number EH-65, VGOB Number 0122-74, located in the Willis District of Dickenson County, Virginia, to be drilled closer than 2,640 feet to Edwards and Harding Well EH-26. Edwards and Harding was represented by Sandford T. Mullins, Street, Street, Street, Scott & Bowman, P. O. Box 2100, Grundy, VA 24614.

The Board having heard the testimony and reviewed the exhibits of Edwards and Harding Petroleum Company finds as follows:

1. Edwards and Harding Petroleum Company has permitted Well EH-26 in the Willis District of Dickenson County. This well is drilled and completed.

2. Edwards and Harding Petroleum Company proposes to drill Well EH-65 at a location within 2,176 feet of the previously drilled EH-26. Edwards and Harding has demonstrated to the satisfaction of the Board that due to topographical considerations and landowner consent the proposed well location represents an appropriate drill site.

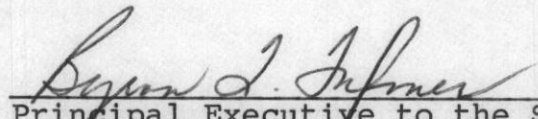
3. Correlative rights of the gas and oil owners will be protected by the drilling of EH-65. Waste of gas and oil will be avoided and recovery of these resources will be increased.

Accordingly, it is the Order of this Board that Edwards and Harding Petroleum Company be permitted to drill Well EH-65 within 2,176 feet of Edwards and Harding EH-26.

All members present and in agreement done and executed this 28th day of February, 1991.

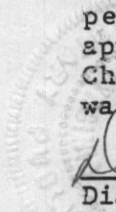

CHAIRMAN

Done and performed this 28th day of February,
1991.


Principal Executive to the Staff,
Virginia Gas and Oil Board

State of Virginia
County of Washington

Acknowledged on this 28th day of February, 19 91,
personally before me a notary public in and for the State of Virginia
appeared Benny Wampler, being duly sworn did depose and say that he is
Chairman of the Virginia Gas and Oil Board, that he executed the same and
was authorized to do so.


Diane Davis

Diane Davis
Notary Public

My commission expires 9/23/92

State of Virginia
County of Washington

Acknowledged on this 28th day of February, 19 91,
personally before me a notary public in and for the State of Virginia
appeared Byron Thomas Fulmer, being duly sworn did depose and say that he is
Principal Executive to the Staff of the Virginia Gas and Oil Board, that he
executed the same and was authorized to do so.


Diane Davis

Diane Davis
Notary Public

My commission expires 9/23/92